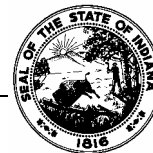


Indiana Department of Education



Office of Financial Management, Analysis, and Reporting

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MEMORANDUM

TO: State Board of Education

FROM: Debra Hinline, Director
Office of Financial Management, Analysis, and Reporting

DATE: February 20, 2007

SUBJECT: Common School Fund Advancements for Construction and Technology Programs

The Office of Financial Management, Analysis, and Reporting received and evaluated applications for construction and technology advancements from the Common School Fund under I.C. 21-1-5 from January 2, 2007 through January 31, 2007. There is \$34,980,000.00 available for advancements for these programs.

State Board of Education administrative policies requires that seventy-five percent or \$26,235,000.00 will be earmarked for the school building construction program, with the balance of \$8,745,000.00 earmarked for the educational technology program.

The Office of Financial Management, Analysis, and Reporting received and evaluated requests for construction loans from 6 corporations during the application period. We request approval of a loan to all 6 corporations in the amount of \$23,535,000.00 as follows:

	Corporation	Advancement
2855	Mississinewa Community School Corporation	\$ 2,000,000.00
4590	River Forest Community School Corporation	185,000.00
4680	Lake Station Community Schools	450,000.00
6155	Paoli Community School Corporation	10,000,000.00
7200	School City of Mishawaka	1,900,000.00
6065	West Noble School Corporation	<u>9,000,000.00</u>
	Total	\$23,535,000.00

These requests represent corporations within the lowest 40% of Assessed Value to ADM.

Funding the advancements recommended leave \$2,700,000.00 available for loans and we request, based on past practice, that this amount be transferred to Technology advancements to fund additional requests in this area.

The Office of Financial Management, Analysis, and Reporting received and evaluated requests for technology loans from 30 corporations during the application period. Of the 30 applications, we request approval of loans to 20 corporations in the amount of \$11,445,000.00 as follows:

	Corporation	Advancement
4690	Gary Community School Corporation	\$1,287,200.00
7200	School City of Mishawaka	500,000.00
4710	School City of Hammond	1,293,700.00
8360	Centerville-Abington Community Schools	156,400.00
6820	Monroe Central School Corporation	90,700.00
3945	Jay School Corporation	357,868.00
5380	Beech Grove City Schools	216,400.00
4700	Griffith Public Schools	250,000.00
3480	Eastern Howard School Corporation	30,000.00
1010	Greater Clark County Schools	500,000.00
2315	Goshen Community Schools	500,000.00
6550	Portage Township Schools	774,000.00
0940	West Clark Community Schools	348,900.00
3325	Danville Community School Corporation	233,804.00
3335	Mill Creek Community School Corporation	155,000.00
0235	Fort Wayne Community Schools	1,950,000.00
7175	Penn-Harris-Madison School Corporation	968,365.00
4645	Tri-Creek School Corporation	338,380.00
4580	Hanover Community School Corporation	165,700.00
5385	Indianapolis Public Schools	<u>1,328,583.00</u>
	Total	\$11,445,000.00

The advancements to all corporations represent the amount of their request or \$100.00 times their grades 1-12 ADM for 2006-2007 School year, with the exception of Indianapolis Public Schools who was funded at a level which used all remaining available funds.

As a matter of information, the State Board of Finance has established the interest rate for the construction program at 4.0 percent per annum and the educational technology program at 1.0 percent per annum.

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